Steps taken by SEBI for Disclosure of Facts by Fund Managers

*239. SHRI V. RAJESHWAR RAO:
DR. SHRIKANT RAM-CHANDRA JICHKAR:

Will the Minister of FINANCE be pleased to state:

(a) whether SEBI has noted instances where fund managers have not disclosed full facts and risks involved;

(b) if so, the details thereof; and

(c) what steps are being taken to see that fund managers give the full facts?

THE MINISTER OF FINANCE (SHRI P. CHIDAMBARAM): (a) No, Sir.

(b) Does not arise.

(c) Under the Securities and Exchange Board of India (Mutual Funds) regulations, 1996, Asset Management Companies (AMCs) are required to file offer documents of schemes with SEBI. The offer documents, inter alia, contain features .of the scheme, risk factors associated, investment objectives, functions and responsibilities of Trustees/AMCs, expenses and fees etc. SEBI ensures that all relevant disclosures are made in the offer documents in order to enable the investors make informed investment decisions. Besides, SEBI also conducts inspection of mutual funds and wherever violations have been noticed, SEBI has taken action against AMCs.

Encouraging Diversification of Operations of Financial Institutions into Minor Stock Exchanges

*240. DR. SHRIKANT RAM-CHANDRA JICHKAR: Will the Minister of FINANCE be pleased to state:

(a) whether Government encourage financial institutions to diversify their operations into minor stock exchanges;

(b) whether the financial institutions have been advised to broad base the list of members through which its operations in stock exchanges are conducted;

(c) if so, what is the response of the financial institutions to this; and

(d) what is Government's strategy in this regard?

THE MINISTER OF FINANCE (SHRI P. CHIDAMBARAM): (a) and (b) Government have not issued any instructions to All India Financial Institutions (FIs) on diversifying their operations into minor stock exchanges, however, Government had in May 1990 issued guidelines relating to transactions in shares by financial institutions in order to make such transactions more open and transparent. These guidelines, *inter alia,* provide for disclosure requirements regarding transaction and price for any sales of over 1% of the paid-up capital of a company, laying down of appropriate criteria for such transactions by Boards of each Fl and sale of shares and other equity-related instruments to non-institutional buyers only on recognised stock exchanges through empanelled brokers at market prices.

(c) and (d) Do not arise.

WRITTEN ANSWERS TO UNSTARRED QUESTIONS

Uneconomic routes being served by IA and AA

1634. SHRI SUSHIL KUMAR SAMBHAJIRAO SHINDE:
SHRI RAJUBHAI A. PARMAR:
SHRIMATI VEENA VERMA:

Will the Minister of CIVIL AVIATION be pleased to state:

(a) whether it is a fact that the national airlines owe a social obligation to serve the uneconomic routes; and

(b) if so, which are the uneconomic routes being served by IA and AA besides the North Eastern region and the

details of any other such proposal under consideration of Government?

THE MINISTER OF CIVIL AVIATION AND MINISTER OF INFORMATION AND BROADCASTING (SHRI CM IBRAHIM): (a) As per the route dispersal guidelines issued by the Government, all scheduled operators are required to deploy in the North-Eastern region, Jammu and Kashmir, Andaman & Nicobar Islands and Lakshadweep (Category-ll routes) at least 10% of their deployed capacity on trunk routes (Category-I routes). 10% of the capacity thus deployed on category-II routes is to be operated exclusively within Intra category-II.

50% of the capacity provided on category-I routes is to be deployed on routes other than category-I and category-II routes (category-Ill routes).

(b) the uneconomical domestic services operated by Indian airlines outside North-Eastern Region are listed in the enclosed statement. (See *below)* There is no other proposal under consideration of the Government.

Statement

Uneconomical Domestic Services besides Services in North Eastern Region being served by Indian Airlines based on Provisional Route Economics for the period from April, 1996 to November, 1996.

s.	No.	Sectors
		Services not Meeting Cash Cost
1.		BANGALORE-CALICUT
2.		MUMBAI-HYDERABAD
3.		CHENNAI-MADURAI-CALICUT
4.		DELHI-LEH
5.		CULCUTTA-RANCHI-PATNA-CALCUTTA
6.		DELHI-GOA-COCHIN-TRIVANDRUM
7.		DELHI-AMRITSAR-SRINAGAR
8.		CHENNAI-MADURAI-CALICUT
9.		CALCUTTA-RANCHI-PATNA-MUMBAI
10.		CHENNAI-CALICUT
11.		CHENNAI-BANGALORE-MANGALORE
12.		DELHI-JAMMU-LEH
13.		CALICUT-BANGALORE
14.		DELHI-VARANASI
15.		SRINAGAR-LEH
16.		COIMBATORE-MUMBAI
17.		BANGALORE-COCHIN

S.	No.	Sectors
		Services meeting Cash Cost but not meeting Total Cost
1.		CALCUTTA-BHUBANESWAR-NAGPUR-HYDERABAD
2.		CHENNAI-COIMBATORE-CALICUT
3.		CALCUTTA-HYDERABAD
4.		DELHI-PATNA-RANCHI-DELHI
5.		MUMBAI-TRIVANDRUM
6.		DELHI-AGRA-KHAJURAO-VARANASI
7.		DELHI-VARANASI-MUMBAI-DELHI
8.		DELHI-AHMED ABAD
9.		BANGALORE-HYDERABAD
10.		DELHI-JAMMU-LEH
11.		BANGALORE-HYDERABAD
12.		MUMBAI-AHMEDABAD
13.		JAIPUR-MUMBAI
14.		MUMBAI-VADODRA
15.		CHENNAI-BANGALORE
16.		CALCUTTA-CHENNAI
17.		DELHI-LUCKNOW-PATNA-CALCUTTA
18.		MUMBAI-COIMBATORE-MADURAI-MUMBAI
19.		HYDERABAD-MUMBAI
20.		CHENNAI-MUMBAI
21.		CALCUTTA-BANGALORE
22.		DELHI-JAMMU-SRINAGAR
23.		MUMBAI-BHAVNAGAR
24.		CHENNAI-BANGALORE-PUNE
25.		CHENNAI-BANGALORE-COIMBATORE
26.		MUMBAI-VARANASI-LUCKNOW-MUMBAI
27.		DELHI-SRINAGAR
28.		CHENNAI-TRIVANDRUM

s.	No.	Sectors
29.		DELHI-LUCKNOW
30.		CHENNAI-BANGALORE-GOA
31.		DELHI-GWALIOR-BHOPA1 INDORE-MUMBAI
32.		DELHI-AHMEDABAD
33.		CJiENNAI-HYDERABAD
34.		DELHI-LEH
35.		DELHI-LEH
36.		MUMBA1-DELHI
37.		CALCUTTA-JAIPUR-AHMEDABAD-MUMBAI
38.		CHENNAI-BANGALORE-TRIVANDRUM
39.		MUMBAI-CHENNAI
40.		DELHI-MUMBA1
41.		CHENNAI-PUTTAPARTHY-MUMBAI
42.		CHENNAI-CALCUTTA
43.		CHENNAI-VIZAG-CALCUTTA
44.		DELHI-NAGPUR-RAIPUR
45.		MUMBAI-HYDERABAD
46.		BANGALORE-TRIVANDRUM
47.		DELHI-JA1PUR-UDAIPUR-AURANGABAD-MUMBAI
48.		DELHI-JAIPUR-JODHPUR-UDAIPUR-MUMBAI
49.		DELHI-BHUBNESWAR
50.		DELHI-JAMMU-SRINAGAR
51.		CALCUTTA-MUMBAI
52.		CHENNAI-HYDERABAD
53.		MUMBAI-COIMBATORE
54.		CALCUTTA-PORTBLAIR
55.		MUMBAI-JAMNAGAR
56.		MUMBAI-CHENNAI
57.		CHENNAI-COCHIN
58.		CHANDIGARH-LEH
59.		MUMBAI-GOA
60.		MUMBAI-BHUJ
61.		DELHI-BHOPAL-INDORE-DELHI
62.		CHENNAI-HYDERABAD
63.		CHENN AI-TIRUP ATH Y-HYDERABAD
64.		MUMBAI-NAGPUR
65.		CHENNAI-BHUBNESWAR-CALCUTTA
66.		HYDERABAD-MUMBAI
67.		MUMBAI-RAJKOT

Domestic and International aviation fuel prices

1635. SHRI PARAG CHALIHA: Will the Minister of CIVIL AVIATION be pleased to state:

(a) the comparative domestic and international aviation fuel prices;

(b) whether Private Airlines Operators and the Indian Airlines have lately been demanding aviation fuel at subsidised/ cheaper international prices; and

(c) if so, the decision taken by Government in this regard?

THE MINISTER OF CIVIL AVIATION AND MINISTER OF INFORMATION AND BROADCASTING (SHRI C. M. IBRAHIM): (a) As on 25.2.1997 the aviation fuel price was as under::—

Domestic aviation fuel price:	—Rs. 10,837.56 per kilo-ltr + Excise Duty & Local Taxes
International avia-fuel price:—	—Rs. 10,080.72 tion per kilo-ltr

(b) Yes, Sir.

(c) A proposal for lowering of administered price of aviation turbine fuel (ATF) for domestic operations has been deferred by the Government.

राचीं हवाई अड्डे पर नाइट लैडिंग की सुविधाएं

1636. श्री ज्ञान रंजन : क्या नगर विमानन मंत्री यह बताने की कृपा करेंगे कि **:**

(क) क्या यह सच है कि रांची हवाई अड्डे पर नाइट लैडिंग की सुविधाएं उपलब्ध न होने के कारण यात्रियों को कई बार कलकत्ता हवाई अड्डे पर उतारा जाता है;